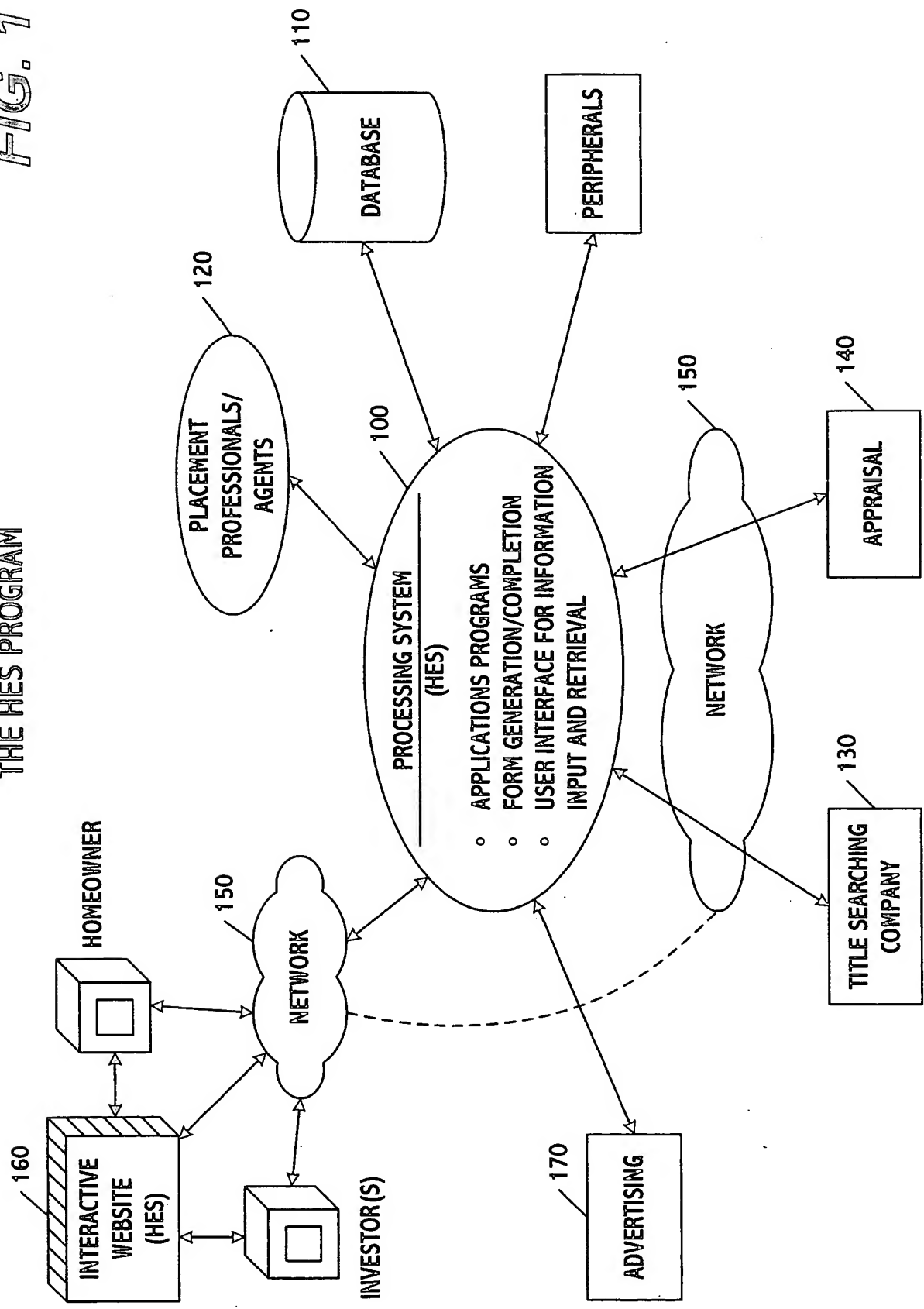
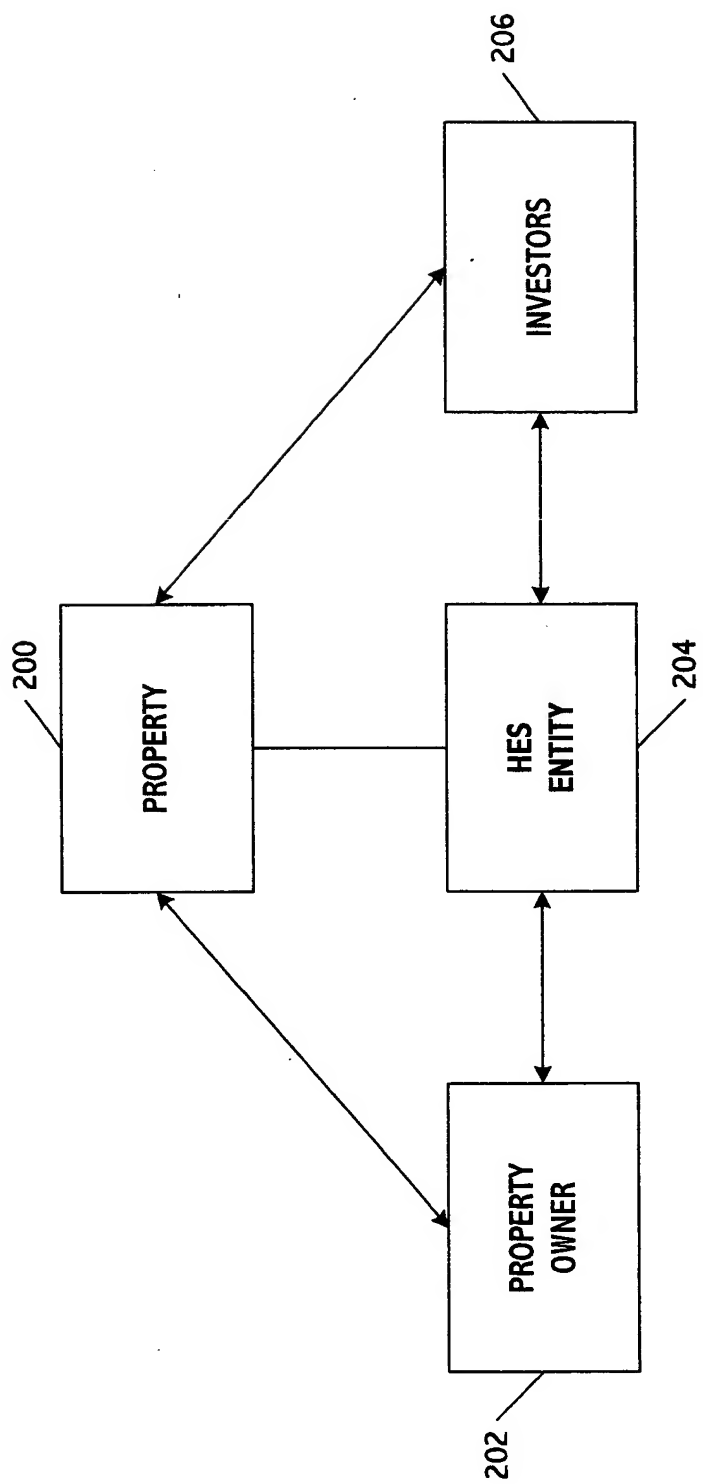


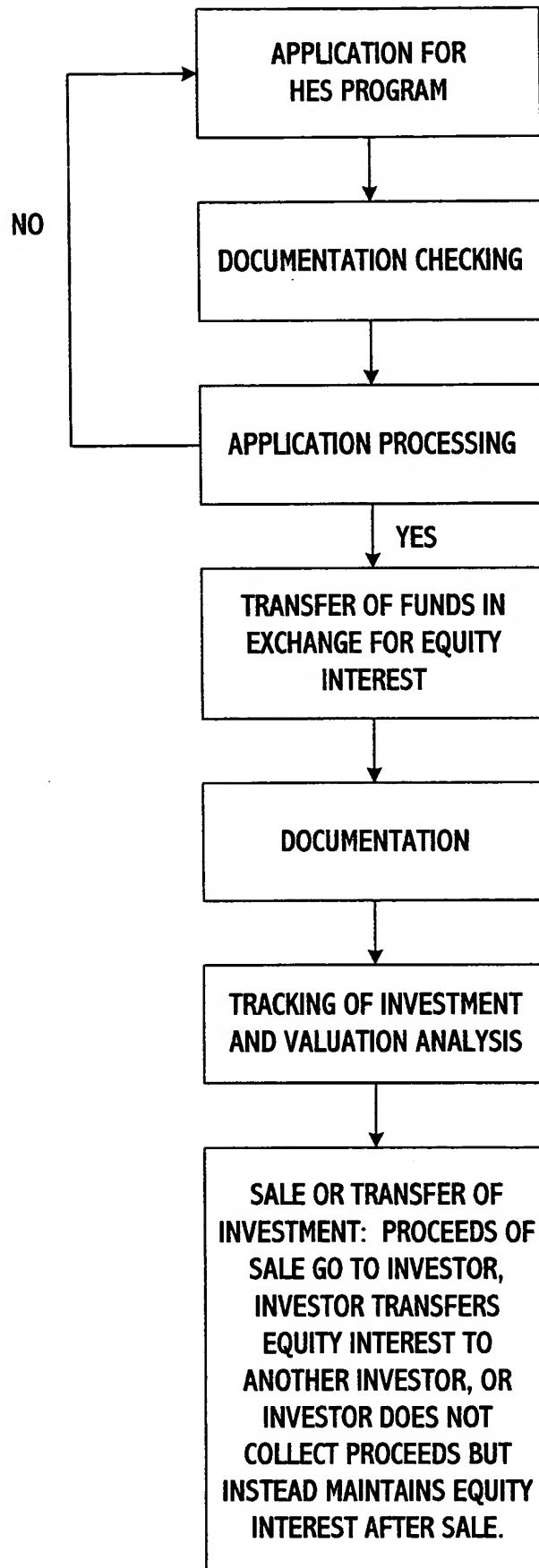
THE HES PROGRAM

FIG. 1





**FIG. 2**



**FIG. 3**

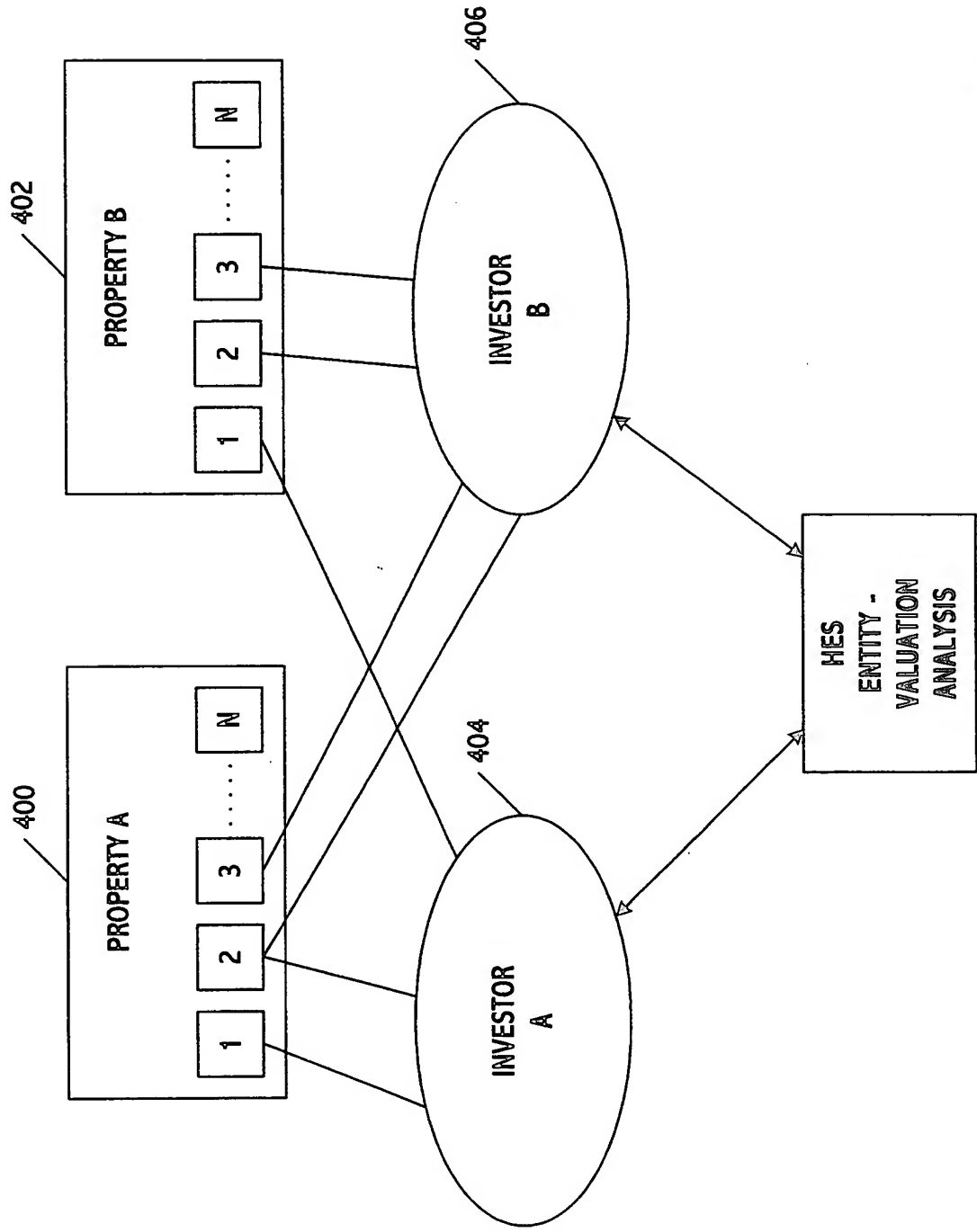
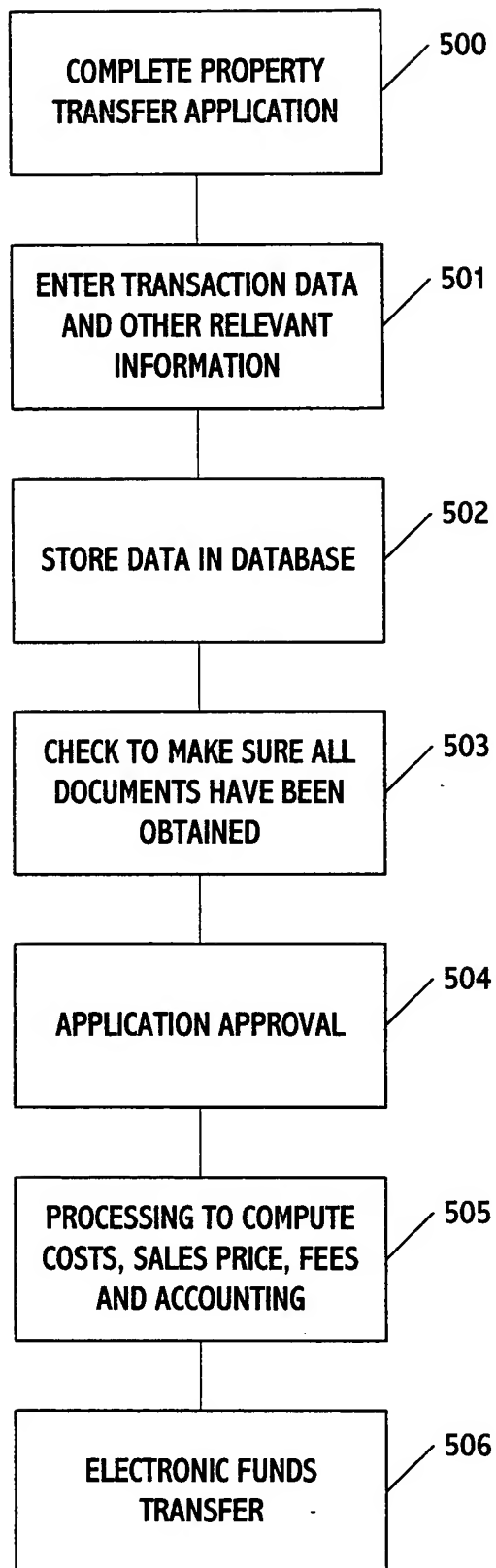
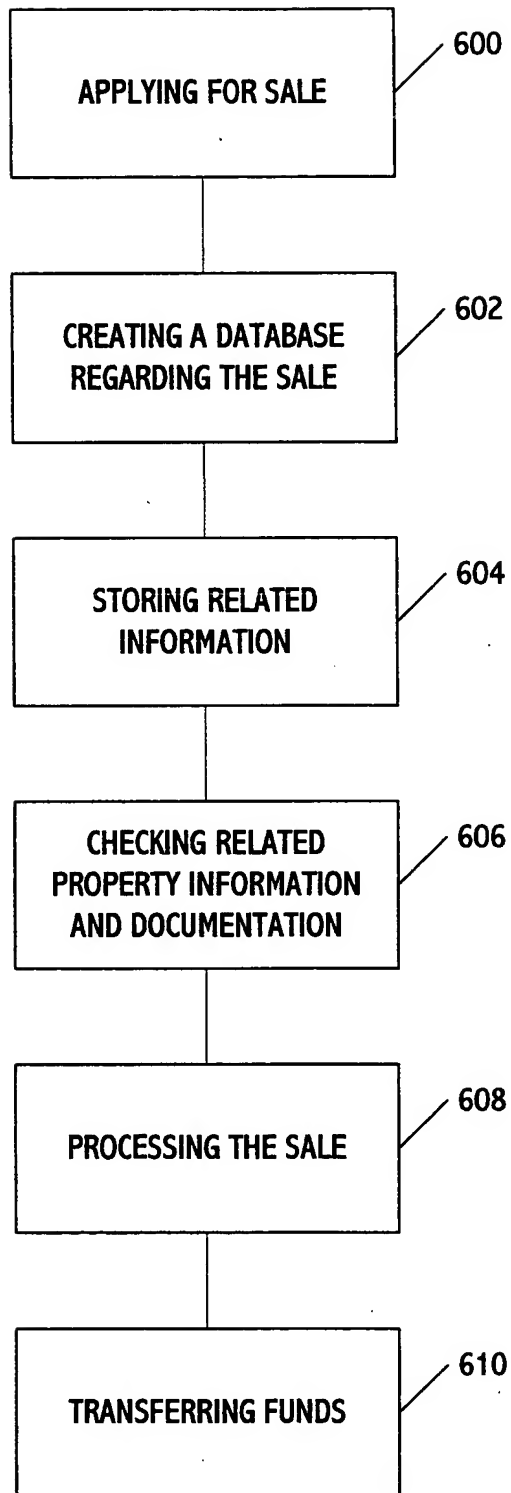


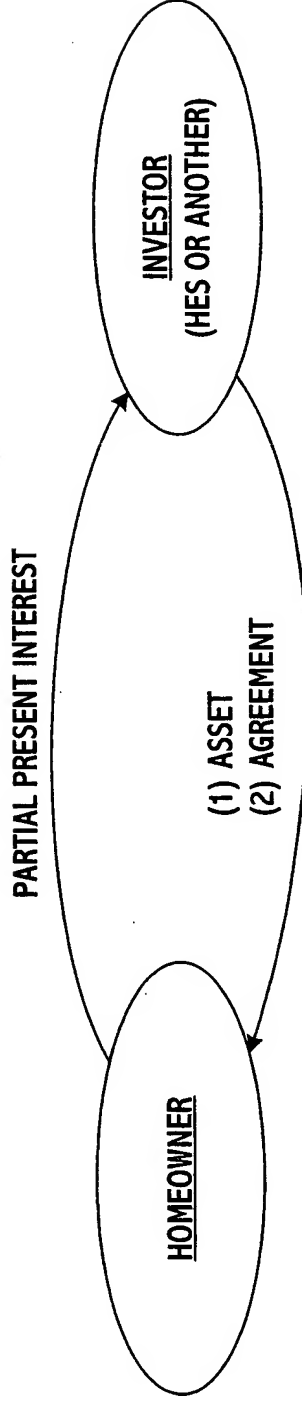
FIG. 4



**FIG. 5**



**FIG. 6**



#### HOMEOWNER RIGHTS

- RETAIN FULL CONTROL OF PROPERTY
- CONTROL CONDITIONS OF FUTURE SALE OR NO SALE
- RIGHT TO REPURCHASE TRANSFERRED EQUITY
- RECEIVE FEDERAL TAX DEFERRAL FROM INTEREST TRANSFER

#### INVESTOR RIGHTS

- RECEIVE PROCEEDS FROM SALE (IF THE SALE OCCURS) BASED ON TRANSFERRED INTEREST
- OPTIONAL RIGHT TO APPROVE SALE PRICE
- RESELL INTEREST TO OTHER INVESTORS

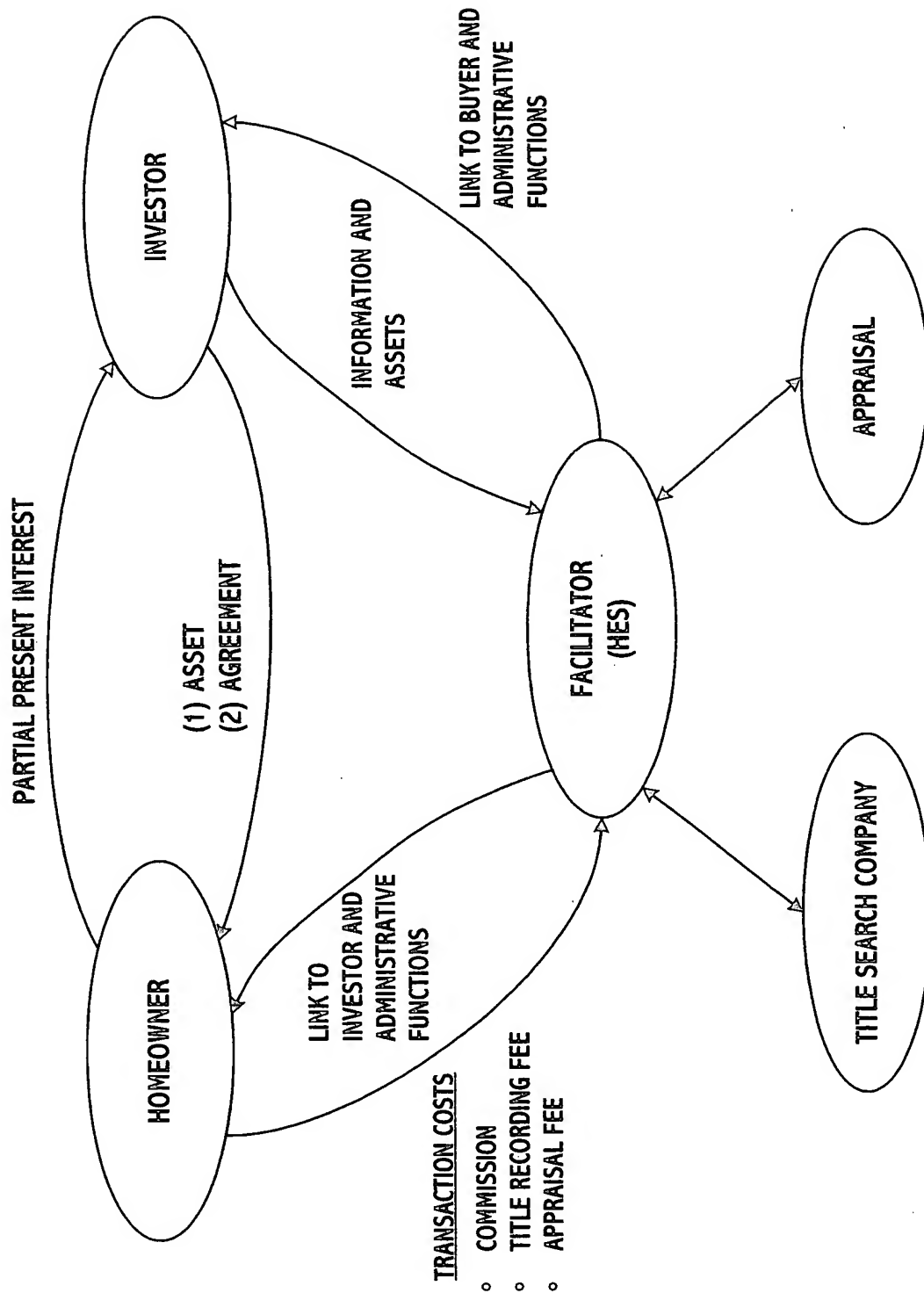
#### HOMEOWNER OBLIGATIONS

- PROPERTY TAXES
- MORTGAGE PAYMENTS AND OTHER DEBT PAYMENTS
- REPAIRS
- INSURANCE
- OPERATING EXPENSES/COSTS
- APPRAISAL
- TITLE RECORDATION FEE
- COMMISSION (e.g., 3%)

#### INVESTOR OBLIGATIONS

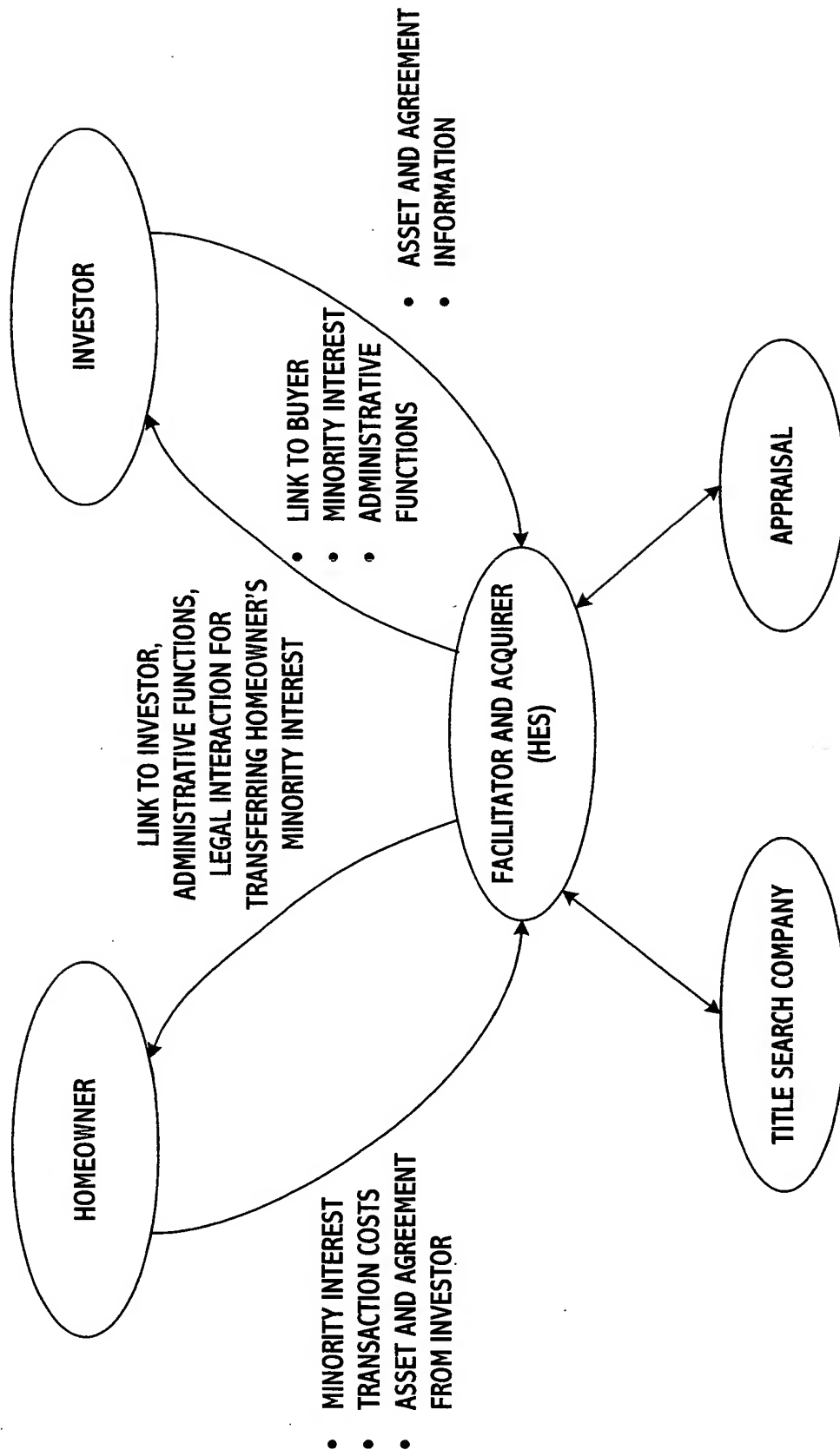
- WAIVE CONTROL AND SALE OF PROPERTY
- WAIVE TAX DEDUCTION AND OTHER TAX BENEFITS

**FIG. 7**



**FIG. 8**





**FIG. 9**

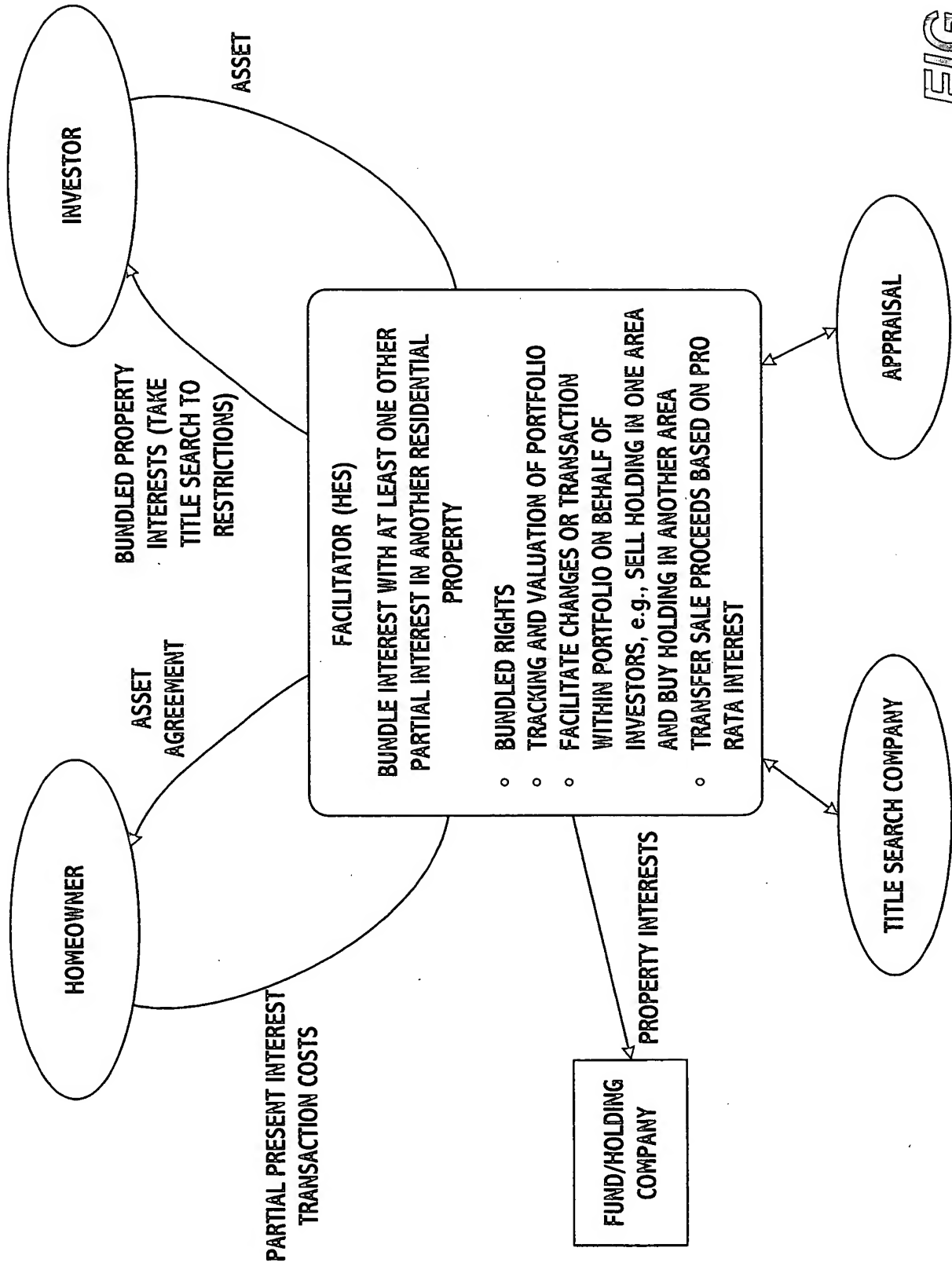
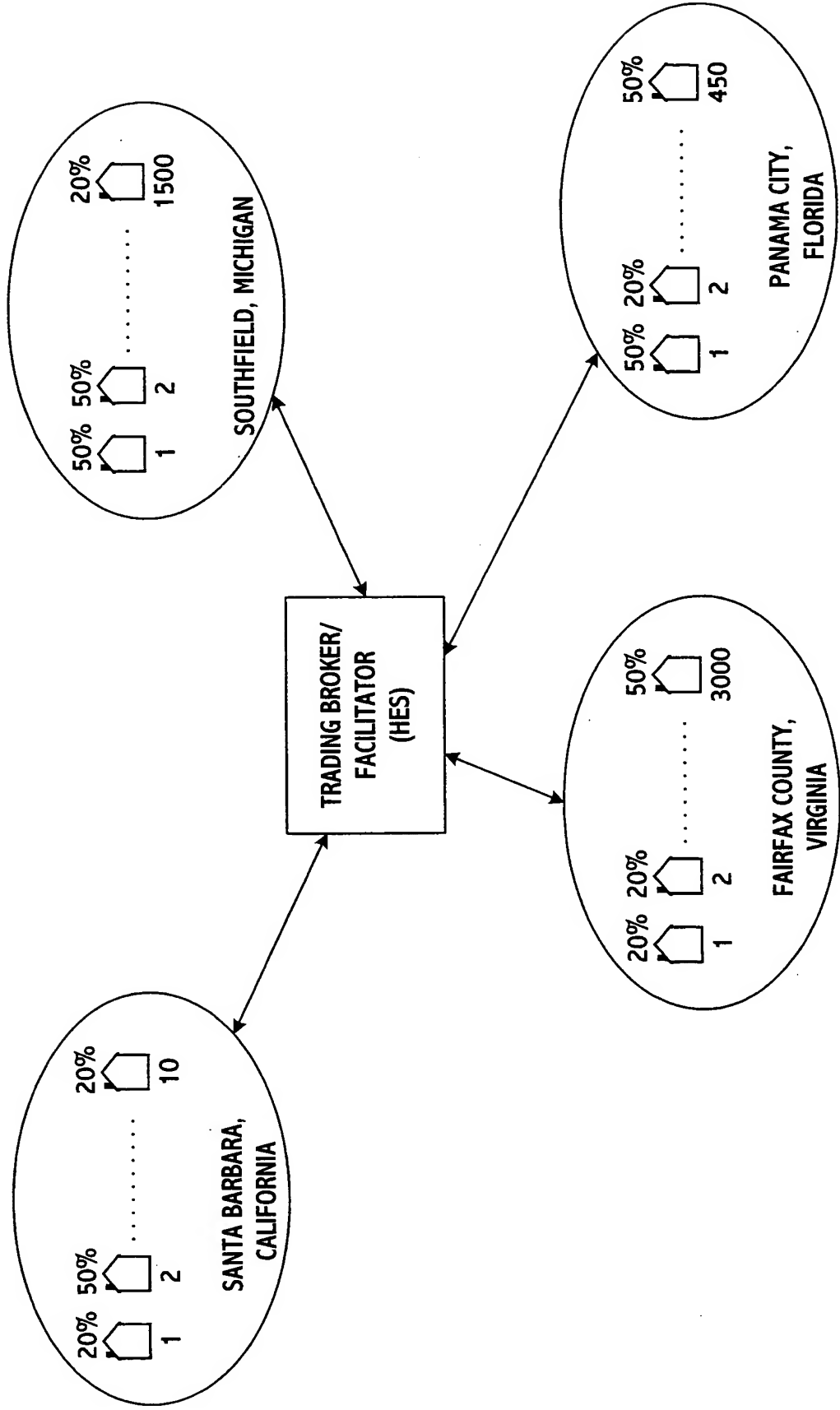
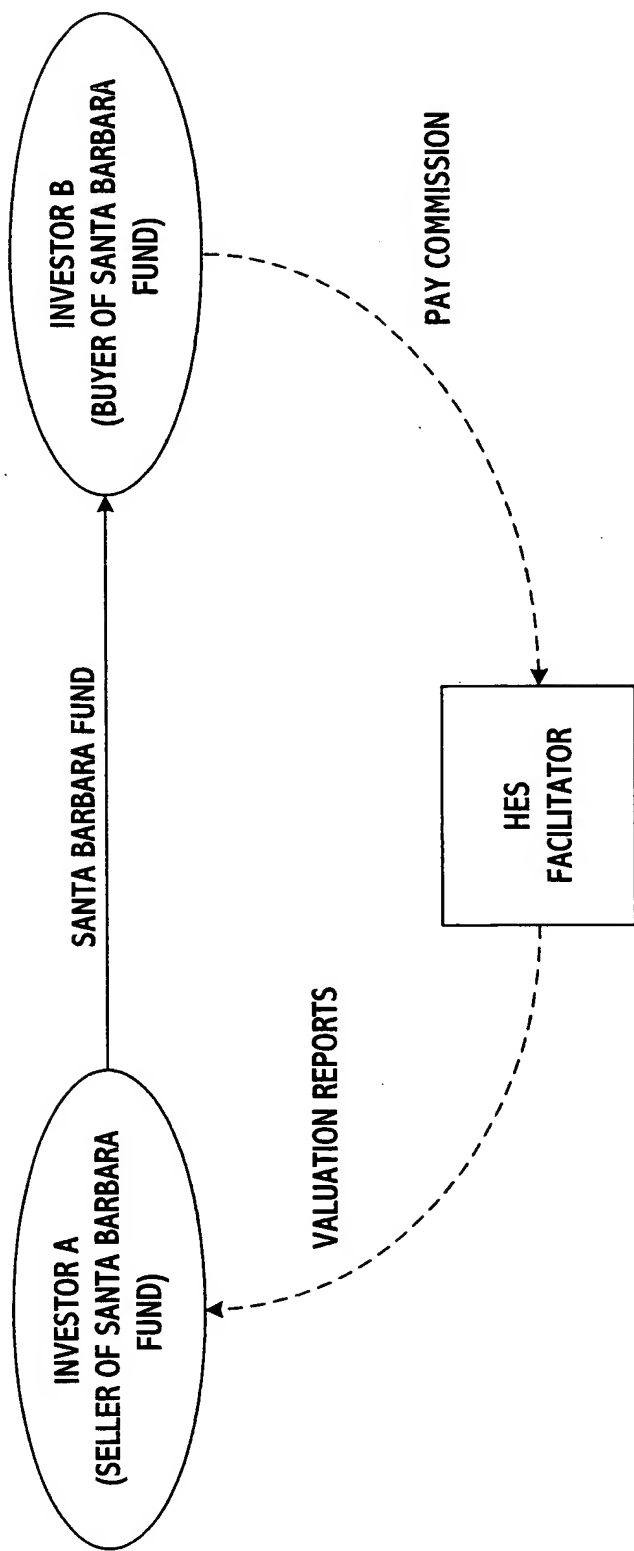


FIG. 10

PPI INVESTMENT MARKET



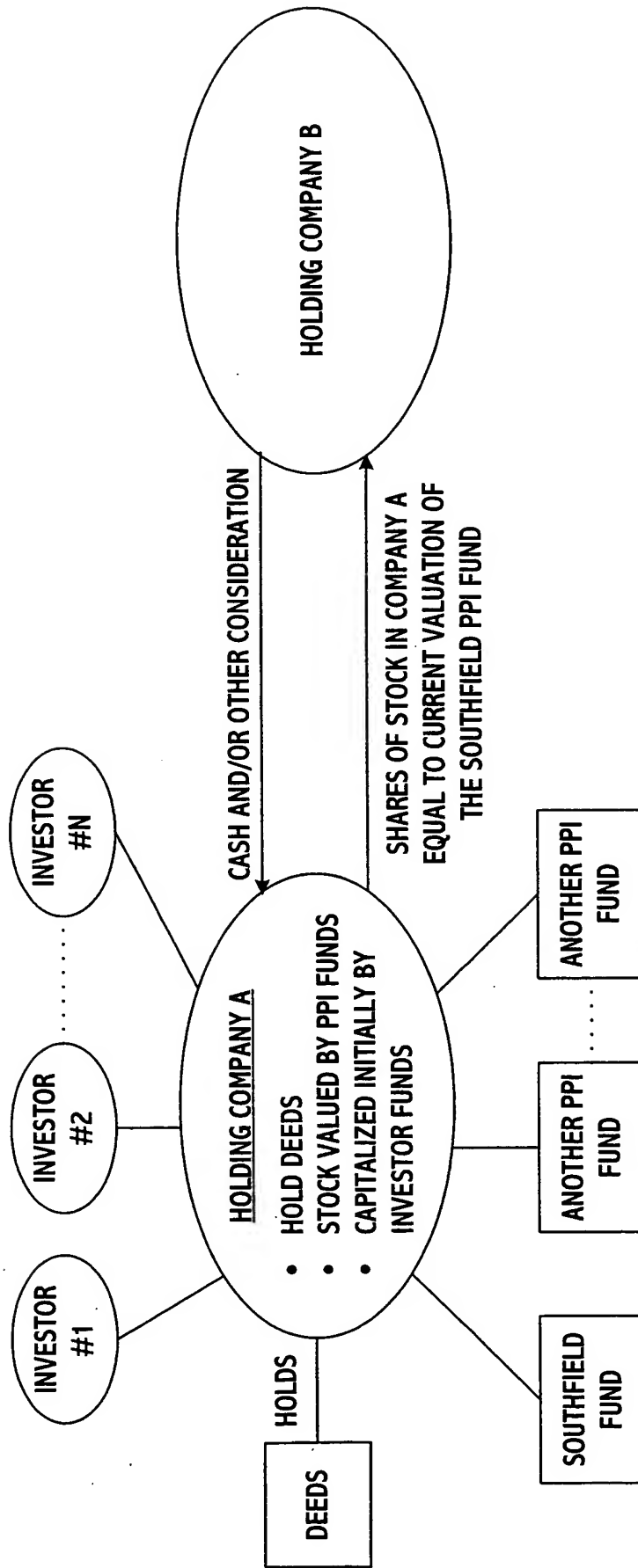
**FIG. 11**



**FIG. 12**

ACCOUNT NO. _____		<u>PPI MARKET CENTER</u>	
PASSWORD _____			
<u>RECENT TRADES</u>	<u>QUANTITY/PROPERTIES</u>	<u>SALE PRICE</u>	
SANTA BARBARA FUND	10	\$645,000	
SOUTHFIELD FUND	1,500	\$2,250,000	
:	:	:	
:	:	:	
:	:	:	
<u>PPI FUNDS AVAILABLE FOR SALE:</u>		<u>ASK</u>	
FAIRFAX COUNTY FUND - 3,000 PROPERTIES		\$4,000,000	
:	:	:	
:	:	:	
:	:	:	
<u>PPI FUNDS SOUGHT FOR SALE:</u>		<u>OFFER</u>	
PANAMA CITY			
SAN BERNADINO			

**FIG. 13**



**FIG. 14**